



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

0008

Michael O. Leavitt
Governor

Ted Stewart
Executive Director

James W. Carter
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340
801-359-3940 (Fax)
801-538-5319 (TDD)

May 27, 1994

TO: D. Wayne Hedberg, Permit Supervisor

FROM: Lynn Kunzler, Reclamation Specialist *by KSK*

RE: Phone Conversation w/Robert Ivie, DOE Leases in Utah

I talked with Mr. Ivie on May 5, 1994 with regards to letters that were sent to DOE lease holders regarding reclamation activities conducted without properly notifying the DOE. He indicated to me that none of the Utah leases were in violation. Currently, there are three DOE leases in Utah, all are due to expire in July or September, 1994. On May 11th, I was able to contact Mr. Ed Cotter of the DOE ((303)248-6056). He indicated that the leases will not be renewed until an EIS is completed (within the next year). The status of the leases (as per DOE records) is as follows:

DOE Lease # AT(05-1)-ML-60.8-U-CW-2A

This lease is owned by Total Minerals Corp who was recently acquired by Cogema Mining Inc. The lease is located in Cottonwood wash in San Juan County (Township 37 South, Range 21 East, Section 3). DOE inspected the site last year and found no evidence of a portal or mine. DOGM has two projects located in the referenced section (E/037/075 and S/037/078), neither of which identifies the DOE Lease.

DOE Lease # AT(05-1)-ML-60.8-U-H-3

This lease is owned by the Lady Ann Company. The Blue Cap Mine (S/037/066) in T26E, R28S, Sec 28,29; identifies the DOE Lease. Mr. Cotter indicated that exploration work had disturbed the surface area of the lease (subsequently reclaimed) and that mining access to the lease was from outside the lease boundary. Since this mine is the access to the DOE lease, they would like to be notified of any permanent mine closure.

DOE Lease # AT(05-1)-ML-60.8-U-E-4

This lease is owned by Energy Fuels Nuclear. This lease is located near Elk Ridge in San Juan County (T36S R18E Sections 13, 23, 24 & 25 and T36S R19E Sections 18 & 19). There is currently no mine on the lease area (as per DOE records) and DOGM records do not indicate any exploration or mine permits in the area.

The DOE contact for these leases is Mr. Ed Cotter at (303) 248-6056. If we get reclamation notices or operation plans involving these lease we are to notify the DOE (Mr. Cotter). In turn, the DOE will keep us apprised of any changes and coordinate any plans that they receive with us. I have placed the attached notice in each of the referenced files.

Attachment

cc: Lowell Braxton
doelease.mem

0008

NOTICE

This operation may contain the Dept. of Energy's lease # AT (05-1)-ML-60.8-U-CW-2A. Any change in activity or notice of reclamation that involves this lease needs to be forwarded to the Dept. of Energy in Grand Junction, Colorado (ph. # (303) 248-6056).

(this notice placed in E/037/075 and S/037/078 files)

NOTICE

This operation involves the Dept. of Energy's lease # AT (05-1)-ML-60.8-U-H-3. Any change in activity or notice of reclamation that involves this lease needs to be forwarded to the Dept. of Energy in Grand Junction, Colorado (ph. # (303) 248-6056).

(this notice placed in S/037/066 file)



Department of Energy
Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

Blake Mining Company
Mr. David E. Blake, Owner
P.O. Box 431
Nucla, CO 81424

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Mr. Blake:

The U.S. Department of Energy (DOE) has observed during the last six months that a number of lessees have performed reclamation activities on some of the lease tracts without notifying the DOE of these proposed actions in advance. All lessees are herein reminded that all activities conducted on the lease tract at the direction of the respective lessee require prior notification of the DOE Contracting Officer. In reference to reclamation activities to be conducted by the lessees on the lease tracts, specific language was incorporated into past letters of approval for exploration and mining plans submitted by the lessee that states:

"Within a period of not more than 30 days nor less than five days prior to commencement, the lessee shall notify the Contracting Officer of the proposed schedule for restoral, rehabilitation, and/or revegetation of disturbed areas."

This notification process is critical in light of several requirements set forth in the lease document as noted below.

Article XII (Environmental Requirements), Paragraph f:

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and Paragraph g:

"Before abandonment of operations all openings, including water discharge points, shall be closed to the satisfaction of the Contracting Officer."

"No underground workings or part thereof shall be permanently abandoned and rendered inaccessible without prior written approval of the Contracting Officer."

Mr. David E. Blake

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APR 15 1994

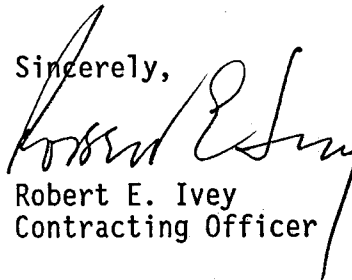
and in Article XXVI (Delivery of Premises):

"At the expiration of this lease, or upon its earlier termination as herein provided, the Lessee shall surrender the leased premises in a condition satisfactory to the Contracting Officer,..."

The Contracting Officer must be kept aware of any proposed reclamation activities in order for the lessee to comply with the aforementioned lease requirements without undue delays and costs being incurred by the lessee.

If you have any questions, please contact me at (303)248-6014.

Sincerely,



Robert E. Ivey
Contracting Officer

CC:

E. Bray, DOE-GJPO

E. Cotter, RUST Geotech Inc.

L. Braxton, Utah Department of Natural Resources

R. Drew, U.S. Bureau of Land Management

J. Stevens, Colorado Department of Natural Resources



Department of Energy

Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

APR 25 1994

Cogema, Inc.
Mr. Robert Poyser
7401 Wisconsin Avenue
Bethesda, MD 20814

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Mr. Poyser:

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Mr. Robert Poyser

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APR 15 1994

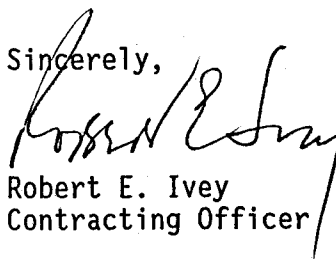
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Sincerely,



Robert E. Ivey
Contracting Officer

cc:

R. Eldon Bray, DOE-GJPO

E. Cotter, RUST Geotech Inc.

L. Braxton, Utah Department of Natural Resources

R. Drew, U.S. Bureau of Land Management

J. Stevens, Colorado Department of Natural Resources



Department of Energy

Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

Energy Fuels Nuclear, Inc.
Ms. Vicki L. Hoffsetz
Land Records Administrator
One Tabor Center, Suite 2500
1200 17th Street
Denver, CO 80202

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Ms. Hoffsetz:

The U.S. Department of Energy (DOE) has observed during the last six months that a number of lessees have performed reclamation activities on some of the lease tracts without notifying the DOE of these proposed actions in advance. All lessees are herein reminded that all activities conducted on the lease tract at the direction of the respective lessee require prior notification of the DOE Contracting Officer. In reference to reclamation activities to be conducted by the lessees on the lease tracts, specific language was incorporated into past letters of approval for exploration and mining plans submitted by the lessee that states:

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Ms. Vicki L. Hoffsetz

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APR 15 1994

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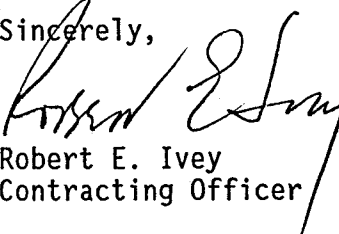
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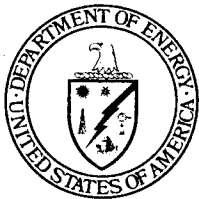
Sincerely,



Robert E. Ivey
Contracting Officer

cc:

R. Eldon Bray, DOE-GJPO
E. Cotter, RUST Geotech Inc.
L. Braxton, Utah Department of Natural Resources
R. Drew, U.S. Bureau of Land Management
J. Stevens, Colorado Department of Natural Resources



Department of Energy

Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

Energy Fuels Nuclear, Inc.
Mr. Roger B. Smith
Manager of Mining Operations
2555 N. Hwy 89A
HC 64, Box 152
Fredonia, AZ 80622

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Mr. Smith:

The U.S. Department of Energy (DOE) has observed during the last six months that a number of lessees have performed reclamation activities on some of the lease tracts without notifying the DOE of these proposed actions in advance. All lessees are herein reminded that all activities conducted on the lease tract at the direction of the respective lessee require prior notification of the DOE Contracting Officer. In reference to reclamation activities to be conducted by the lessees on the lease tracts, specific language was incorporated into past letters of approval for exploration and mining plans submitted by the lessee that states:

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APR 15 1994

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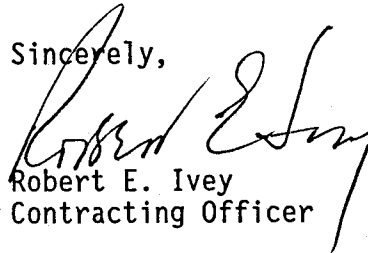
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Robert E. Ivey
Contracting Officer

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R. Eldon Bray, DOE-GJPO
E. Cotter, RUST Geotech Inc.
L. Braxton, Utah Department of Natural Resources
R. Drew, U.S. Bureau of Land Management
J. Stevens, Colorado Department of Natural Resources



Department of Energy
Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

George S. Fender
1190 Niagra Drive #15
Fort Collins, CO 80525

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Mr. Fender:

The U.S. Department of Energy (DOE) has observed during the last six months that a number of lessees have performed reclamation activities on some of the lease tracts without notifying the DOE of these proposed actions in advance. All lessees are herein reminded that all activities conducted on the lease tract at the direction of the respective lessee require prior notification of the DOE Contracting Officer. In reference to reclamation activities to be conducted by the lessees on the lease tracts, specific language was incorporated into past letters of approval for exploration and mining plans submitted by the lessee that states:

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APR 15 1994

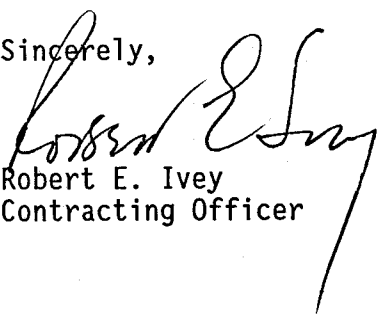
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Robert E. Ivey
Contracting Officer

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R. Eldon Bray, DOE-GJPO

E. Cotter, RUST Geotech Inc.

L. Braxton, Utah Department of Natural Resources

R. Drew, U.S. Bureau of Land Management

J. Stevens, Colorado Department of Natural Resources



Department of Energy

Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

Lois B. Foster
7991 Snow View Drive
Anchorage, AK 99507

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Ms. Foster:

The U.S. Department of Energy (DOE) has observed during the last six months that a number of lessees have performed reclamation activities on some of the lease tracts without notifying the DOE of these proposed actions in advance. All lessees are herein reminded that all activities conducted on the lease tract at the direction of the respective lessee require prior notification of the DOE Contracting Officer. In reference to reclamation activities to be conducted by the lessees on the lease tracts, specific language was incorporated into past letters of approval for exploration and mining plans submitted by the lessee that states:

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-2-

APR 15 1994

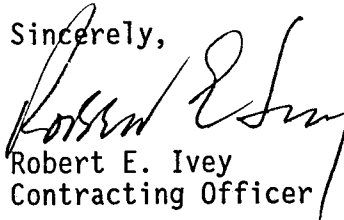
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Robert E. Ivey
Contracting Officer

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L. Braxton, Utah Department of Natural Resources

R. Drew, U.S. Bureau of Land Management

J. Stevens, Colorado Department of Natural Resources



Department of Energy

Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

Lady Ann Company
Mr. Keith A. Cannon, President
832 Northcliffe Drive
Salt Lake City, UT 84103

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Mr. Cannon:

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Mr. Keith A. Cannon

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APR 15 1994

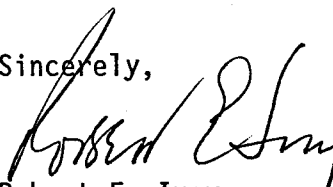
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Robert E. Ivey
Contracting Officer

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R. Drew, U.S. Bureau of Land Management

J. Stevens, Colorado Department of Natural Resources



Department of Energy
Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

Pioneer Uravan, Inc.
P.O. Box 2065
Grand Junction, CO 81502

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Pioneer Uravan, Inc.:

The U.S. Department of Energy (DOE) has observed during the last six months that a number of lessees have performed reclamation activities on some of the lease tracts without notifying the DOE of these proposed actions in advance. All lessees are herein reminded that all activities conducted on the lease tract at the direction of the respective lessee require prior notification of the DOE Contracting Officer. In reference to reclamation activities to be conducted by the lessees on the lease tracts, specific language was incorporated into past letters of approval for exploration and mining plans submitted by the lessee that states:

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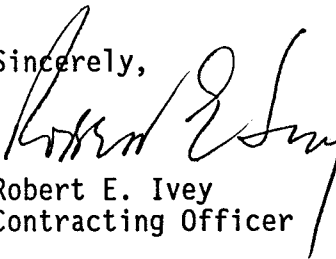
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Department of Energy
Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

Mesa Operating Limited Partnership
Mr. Dorsey T. Roach
Surveying Landman, Land Administration
5205 North O'Connor Boulevard, Suite 1400
Irving, TX 75039-3946

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Mr. Roach:

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Mr. Dorsey T. Roach

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APR 15 1994

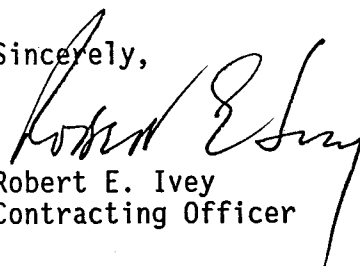
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R. Drew, U.S. Bureau of Land Management
J. Stevens, Colorado Department of Natural Resources



Department of Energy

Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

Rajah Ventures, Ltd.
Mr. R. M. Swerdfeger
General Partner
P.O. Box 2360

Grand Junction, CO 81502

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Mr. Swerdfeger:

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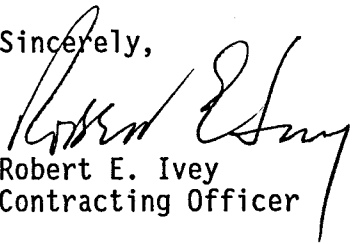
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The Contracting Officer must be kept aware of any proposed reclamation activities in order for the lessee to comply with the aforementioned lease requirements without undue delays and costs being incurred by the lessee.

If you have any questions, please contact me at (303)248-6014.

Sincerely,


Robert E. Ivey
Contracting Officer

cc:

R. Eldon Bray, DOE-GJPO
E. Cotter, RUST Geotech Inc.
L. Braxton, Utah Department of Natural Resources
R. Drew, U.S. Bureau of Land Management
J. Stevens, Colorado Department of Natural Resources



Department of Energy

Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

Taminco, Inc.
Mr. Robert Taylor, President
321 Kilborné Avenue
Reno, NV 89509

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Mr. Taylor:

The U.S. Department of Energy (DOE) has observed during the last six months that a number of lessees have performed reclamation activities on some of the lease tracts without notifying the DOE of these proposed actions in advance. All lessees are herein reminded that all activities conducted on the lease tract at the direction of the respective lessee require prior notification of the DOE Contracting Officer. In reference to reclamation activities to be conducted by the lessees on the lease tracts, specific language was incorporated into past letters of approval for exploration and mining plans submitted by the lessee that states:

"Within a period of not more than 30 days nor less than five days prior to commencement, the lessee shall notify the Contracting Officer of the proposed schedule for restoral, rehabilitation, and/or revegetation of disturbed areas."

This notification process is critical in light of several requirements set forth in the lease document as noted below.

Article XII (Environmental Requirements), Paragraph f:

"The Lessee shall return all disturbed areas to their original condition or a condition acceptable to the Contracting Officer promptly after damage to such areas has occurred and operations under this lease are no longer being conducted on the disturbed areas."

and Paragraph g:

"Before abandonment of operations all openings, including water discharge points, shall be closed to the satisfaction of the Contracting Officer."

"No underground workings or part thereof shall be permanently abandoned and rendered inaccessible without prior written approval of the Contracting Officer."

Mr. Robert Taylor

-2-

APR 15 1994

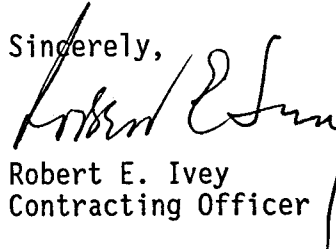
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J. Stevens, Colorado Department of Natural Resources



Department of Energy

Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

Umetco Minerals Corporation
Mr. R. A. Van Horn
Director of Operations
P.O. Box 1029
Grand Junction, CO 81502

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Mr. Van Horn:

The U.S. Department of Energy (DOE) has observed during the last six months that a number of lessees have performed reclamation activities on some of the lease tracts without notifying the DOE of these proposed actions in advance. All lessees are herein reminded that all activities conducted on the lease tract at the direction of the respective lessee require prior notification of the DOE Contracting Officer. In reference to reclamation activities to be conducted by the lessees on the lease tracts, specific language was incorporated into past letters of approval for exploration and mining plans submitted by the lessee that states:

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Mr. R. A. Van Horn

-2-

APR 15 1994

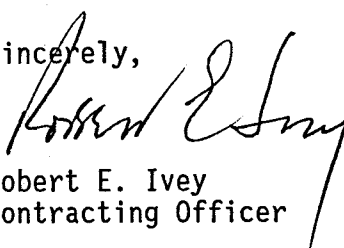
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R. Drew, U.S. Bureau of Land Management

J. Stevens, Colorado Department of Natural Resources



Department of Energy
Grand Junction Projects Office
Post Office Box 2567
Grand Junction, Colorado 81502-2567

APR 15 1994

Cotter Corporation
Mr. Rich D. Ziegler
Executive Vice President and General Manager
12596 West Bayaud Avenue, Suite 350
Lakewood, CO 80228

SUBJECT: Prior Notification Required by DOE for All Lease Activities

Dear Mr. Ziegler:

The U.S. Department of Energy (DOE) has observed during the last six months that a number of lessees have performed reclamation activities on some of the lease tracts without notifying the DOE of these proposed actions in advance. All lessees are herein reminded that all activities conducted on the lease tract at the direction of the respective lessee require prior notification of the DOE Contracting Officer. In reference to reclamation activities to be conducted by the lessees on the lease tracts, specific language was incorporated into past letters of approval for exploration and mining plans submitted by the lessee that states:

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"No underground workings or part thereof shall be permanently abandoned and rendered inaccessible without prior written approval of the Contracting Officer."

Mr. Rich D. Ziegler

-2-

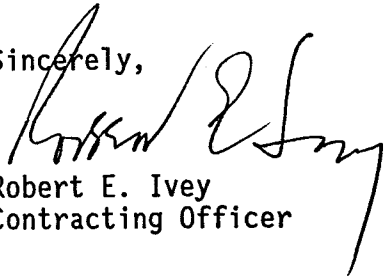
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